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**國泰君安證券股份有限公司**  
**Guotai Junan Securities Co., Ltd.**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 02611)**

**ANNOUNCEMENT IN RELATION TO THE ADJUSTMENT OF  
THE CONVERSION PRICE OF A SHARE CONVERTIBLE CORPORATE BONDS**

**1. BASIS OF THE ADJUSTMENT OF THE CONVERSION PRICE**

Guotai Junan Securities Co., Ltd. (the “**Company**”) considered and approved the 2020 profit distribution plan at the 2020 annual general meeting of the Company held on 28 June 2021, and approved to distribute to the holders of A shares and holders of H shares whose names appear on the register of members of the Company on the record date for the dividend distribution a cash dividend of RMB5.6 (tax inclusive) for every 10 shares based on the total share capital of the Company on the record date for dividend distribution. Cash dividend is denominated and declared in RMB and payable in RMB to the holders of A shares of the Company and in Hong Kong dollars to the holders of H shares of the Company. This distribution will not involve capitalization of capital reserve fund.

Pursuant to relevant regulations and the terms of issuance set out in the Offering Circular in Relation to the Public Issuance of the A Share Convertible Corporate Bonds by Guotai Junan Securities Co., Ltd. (the “**Offering Circular**”) published on the website of the Shanghai Stock Exchange ([www.sse.com.cn](http://www.sse.com.cn)) and the Company's website ([www.gtja.com](http://www.gtja.com)) on 5 July 2017, after the Company's A share convertible corporate bonds (the “**Guojun Convertible Bonds**”) are issued, the current conversion price of Guojun Convertible Bonds should be adjusted according to the formula as set below when the Company's cash dividends are paid.

**2. FORMULA OF THE ADJUSTMENT ON THE CONVERSION PRICE**

Pursuant to the terms of issuance set out in the Offering Circular, the Company will adjust the conversion price of Guojun Convertible Bonds according to the following formula:

Distribution of cash dividend:  $P1=P0-D$ ;

Where: P0 is the initial conversion price, D is the cash dividend per share and P1 is the adjusted conversion price.

As the Company will implement the 2020 profit distribution plan (for A shares) on 19 August 2021 (the record date for the dividend distribution of A shares), the conversion price of Guojun Convertible Bonds will be adjusted from RMB19.01 per share to RMB18.45 per share from 20 August 2021 (the elimination date for the dividend distribution for holders of A shares). The calculation process is as follows:

$$P1=P0-D=19.01-0.56=RMB18.45 \text{ per share}$$

The adjustment on conversion price of Guojun Convertible Bonds complies with the terms under the Offering Circular.

The shares conversion of Guojun Convertible Bonds will be suspended on 11 August 2021 and will be resumed on 20 August 2021. The adjusted price of Guojun Convertible Bonds will become effective from 20 August 2021.

By order of the Board  
**Guotai Junan Securities Co., Ltd.**  
**HE Qing**  
*Chairman*

Shanghai, the PRC  
11 August 2021

*As at the date of this announcement, the executive directors of the Company are Mr. HE Qing, Mr. WANG Song and Mr. YU Jian; the non-executive directors of the Company are Mr. LIU Xinyi, Ms. GUAN Wei, Mr. ZHONG Maojun, Mr. CHEN Hua, Mr. WANG Wenjie, Mr. ZHANG Zhan and Mr. AN Hongjun; and the independent non-executive directors of the Company are Mr. XIA Dawei, Mr. DING Wei, Mr. LI Renjie, Mr. BAI Wei and Mr. LEE Conway Kong Wai.*